

Department of Energy Strategic Petroleum Reserve Project Management Office 900 Commerce East New Orleans, Louisiana 70123

August 11, 2003

TO PROSPECTIVE OFFERORS:

AMENDMENT 002 TO SOLICITATION DE-RP96-03PO54500 FOR ROYALTY-IN-KIND IIId

Page 21 to the subject solicitation is hereby deleted in its entirety, and the enclosed revised Page is incorporated. The changes are annotated by the line in the right hand margin.

The closing date for receipt of offers remains August 12, 2003, at 1100 hours (11:00 a.m.) local New Orleans, Louisiana time.

Sincerely,

M. G. Waggoner Contracting Officer

Enclosure

F.2 <u>Scheduling of Exchange Oil Movements</u>

- a. For marine deliveries, the Contractor shall nominate a delivery program to the DOE not later than the fifteenth day of the second month prior to the month in which deliveries will be made (e.g. by September 15 for November deliveries). The nomination will include a five-day delivery date range for each cargo, the type of oil, and the approximate delivery volume. Preference for delivery ranges will be given to those Contractors who were awarded the highest volume of exchange oil, in descending order, at each SPR receiving terminal/site. The DOE will respond to each Contractor within five business days of receipt of the schedule either confirming the schedule as originally submitted or proposing alterations. The Contractor shall be deemed to have agreed to those alterations unless the Contractor requests the DOE to reconsider its request within two days. The DOE will use its best efforts to accommodate such requests, but its decision following any reconsideration shall be final and binding.
 - (1) No later than seven business days prior to the delivery month, the Contractor shall narrow the five-day delivery range to a three-day delivery window and nominate the name of the vessel, the vessel quality data, the expected date of arrival, and the volume to be delivered. The DOE will accept or reject the nomination, without prejudice, and advise the Contractor within one business day of the disposition of vessel nominated.
 - (2) The Contractor, or its designated agent, will provide pre-arrival notices 72 hours, 48 hours and 24 hours prior to discharge to both the DOE and the discharge terminal.

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